



Foreign Agricultural Service

GAIN Report

Global Agriculture Information Network

Voluntary Report - public distribution

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GAIN Report #IV0019

Cote d'Ivoire

Cotton and Products

Cotton Producer Price

2000

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Report Highlights:

The tripartite committee on cotton has increased the initial producer price to 210 F CFA/kg for the first grade and 180 F CFA/kg for the second grade. Since the 1999/00 season, the committee has adopted two producer price announcements in each marketing year denoted initial and final producer prices. The gins paid 3.32 billion F CFA to farmers as the balance of the difference of 1999/00 initial and final producer prices.

Includes PSD changes: No
Includes Trade Matrix: No
Unscheduled Report
Abidjan [IV1], IV

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Executive Summary

The tripartite committee on cotton has set a new initial producer price of seed cotton at 210 F CFA/kg for first grade and 180 F CFA/kg for second grade for 2000/01 marketing year against 175 F CFA/kg for first grade and 145 F CFA/kg for the second grade for the 1999/00 marketing year. The tripartite committee comprises the representatives of farmer cooperatives, ginning factories and the government.

Since the 1999/00, the committee has adopted two producer price announcement in each marketing year denoted initial and final producer prices. The initial producer price takes into account the projected production of seed cotton for the marketing year; and the average world market price of cotton fiber for the last five months of the marketing year (May-September). The final producer price takes into account the actual seed cotton purchased by the cotton gins and the average world market price for the marketing year.

In 1999/00 marketing year, the final producer price was 183,32 F CFA/kg for first grade seed cotton and 153.82 F CFA/kg for the second grade. Therefore, the gins paid back 3.320 billion F CFA to the farmers calculated from the difference between the initial and final producer prices.

The new price will have little effect on production and post PS&D remains unchanged.

Exchange Rate: U.S.\$1 = 765 F CFA on November 29, 2000.